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7	SUPERIOR COURT OF T	THE STATE OF CALIFORNIA	
8	COUNTY OF SAN FRANCISCO		
9			
10	LAURENCE VINOCUR,	Case No. CGC-15-546749	
11	Plaintiff,	[PROPOSED] CONSENT JUDGMENT AS TO DEFENDANTS STIHL	
12	v.	INCORPORATED AND TASCO CORPORATION	
13	STIHL INCORPORATED; TASCO CORPORATION; and DOES 1 – 100,	(Health & Safety Code § 25249.5 et seq.)	
14	inclusive,		
15	Defendants.		
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CGC-15-546749

[PROPOSED] CONSENT JUDGMENT

1. INTRODUCTION

1.1 **Parties**

This Consent Judgment is entered into by and between plaintiff Laurence Vinocur ("Vinocur") and defendants STIHL Incorporated ("STIHL") and Tasco Corporation ("Tasco") (collectively "Defendants"), with Plaintiff and Defendants each referred to individually as a "Party" and collectively as the "Parties."

1.2 **Plaintiff**

Plaintiff is a resident of the State of California who seeks to promote awareness of exposures to toxic chemicals, and to improve human health by reducing or eliminating harmful substances contained in consumer and commercial products.

1.3 **Defendants**

STIHL and Tasco each employ ten or more persons and each is a person in the course of doing business for purposes of the Safe Drinking Water and Toxic Enforcement Act of 1986, California Health and Safety Code section 25249.5 *et seq.* ("Proposition 65"). Tasco manufactures certain hearing protection products covered by this Consent Judgment. STIHL buys certain hearing protection products from Tasco, and then distributes and sells into California certain of the hearing protection products covered by this Consent Judgment.

1.4 General Allegations

1.4.1 Plaintiff alleges that Defendant Tasco manufactured sold and/or distributed for sale in California, hearing protection products with vinyl/PVC ear cushions or ear plugs containing one or more of Di(2-ethylhexyl)phthalate ("DEHP"), Diisononyl phthalate ("DINP"), and Di-isodecyl phthalate ("DIDP") (collectively the "Covered Proposition 65 Chemicals"), that expose users to the Covered Proposition 65 Chemicals, without providing the clear and reasonable health hazard warnings required by Proposition 65. Plaintiff alleges that Defendant STIHL sold and/or distributed for sale in California hearing protection products manufactured by Tasco for STIHL, and containing one or more of the Covered Proposition 65 Chemicals, that expose users to the Covered Proposition 65 Chemicals without providing the clear and reasonable health hazard warnings required by Proposition 65.

1.5 **Product Description**

The category of products covered by this Consent Judgment are hearing protection products manufactured by Tasco, some with vinyl/PVC ear cushions or ear plugs, including, but not limited to, Professional Hearing Protection, identified as STIHL SKU #000-866-0402, Tasco SKU # 230-02555, UPC #7 95711 13304 7 (hereinafter the "Covered Products").

1.6 **Notices of Violation**

On October 24, 2014, Plaintiff served STIHL and certain requisite public enforcement agencies with 60-Day Notices of Violation ("Notice") alleging that STIHL violated Proposition 65 when it failed to warn customers and consumers in California that the Covered Products expose users to DEHP.

On March 13, 2015, Plaintiff served STIHL and Tasco, and certain requisite public enforcement agencies, with a Supplemental 60-Day Notice of Violation ("Supplemental Notice"), alleging that STIHL and Tasco violated Proposition 65 when they failed to warn customers and consumers in California that the Covered Products expose users to DEHP.

On April 29, 2015, Plaintiff served STIHL and Tasco, and certain requisite public enforcement agencies, with a Second Supplemental 60-Day Notice of Violation ("Second Supplemental Notice"), alleging that Defendants violated Proposition 65 when they allegedly failed to warn customers and consumers in California that the Covered Products, including, but not limited to, Professional Hearing Protection, UPC #7 95711 13304 7 (Tasco SKU # 230-02555; STIHL SKU # 000-866-0402) expose users to DEHP, DINP and DIDP, referred to herein as the "Covered Proposition 65 Chemicals".

To the best of the Parties' knowledge, no public enforcer has commenced and is diligently prosecuting the allegations set forth in the Notice, Supplemental Notice or Second Supplemental Notice.

1.7 **Complaint**

On July 8, 2015, Plaintiff commenced the instant action by filing a complaint ("Complaint"), naming each of the Defendants as a defendant, and asserting a cause of action for

the alleged violations of Proposition 65 that are the subject of the Notice, Supplemental Notice, or Second Supplemental Notice.

1.8 **No Admission**

STIHL and Tasco deny each and every material, factual, and legal allegation contained in the Notice, Supplemental Notice, Second Supplemental Notice and Complaint and maintain that all of the products they have sold or distributed for sale in California, including the Covered Products, have been and are in compliance with all laws. Nothing in this Consent Judgment shall be construed as an admission by Defendants of any fact, finding, conclusion of law, issue of law, or violation of law, nor shall compliance with this Consent Judgment constitute or be construed as an admission by Defendants of any fact, finding, conclusion of law, issue of law, or violation of law. This Section shall not, however, diminish or otherwise affect Defendants' obligations, responsibilities, and duties under this Consent Judgment.

1.9 Consent to Jurisdiction

For purposes of this Consent Judgment only, the Parties stipulate that this Court has jurisdiction over STIHL and Tasco as to the allegations contained in the Complaint, that venue is proper in the County of San Francisco, and that the Court has jurisdiction to enter and enforce the provisions of this Consent Judgment pursuant to Proposition 65 and California Code of Civil Procedure section 664.6 as a resolution of disputed allegations in this matter.

2. **DEFINITIONS**

2.1 California Customer

"California Customer" shall mean any customer of either defendant that Defendants reasonably understand are located in California, have a California warehouse or distribution center, maintain a retail outlet in California, or have distributed Covered Products for sale in California, online via the internet or by any other means.

2.2 **Reformulated Products**

"Reformulated Products" shall mean Covered Products that contain no more than 1000 parts per million ("ppm") (0.1%) of any of the Covered Proposition 65 Chemicals in any material, component, or constituent of a Covered Product, when analyzed by a laboratory accredited by

1	NVLAP (National Volunteer Laboratory Accreditation Program), American Association for Lab
2	Accreditation (A2LA), ANSI-ASQ National Accreditation Board (ANAB) – ACLASS brand (an
3	ANAB company), International Accreditation Service, Inc. (IAS), Laboratory Accreditation Bureau
4	(L-A-B), Perry Johnson Laboratory Accreditation, Inc. (PJLA), or International Laboratory
5	Accreditation Cooperation(ILAC) (such laboratory referred to as an "Accredited Lab") pursuant to
6	EPA testing methodologies 3580 and 8270C, or equivalent methodologies utilized by such
7	Accredited Laboratory or federal or state agencies to determine the presence, or measure the
8	amount, of the Covered Proposition 65 Chemicals in a solid substance (such methodologies referred
9	to as "Approved Methodologies").

2.3 **Effective Date**

"Effective Date" shall mean the date the Court enters this Consent Judgment.

3. <u>INJUNCTIVE RELIEF: REFORMULATION</u>

3.1 **Reformulation Commitment**

Commencing on the Effective Date, and continuing thereafter, Defendant Tasco shall not manufacture for distribution or sale to California Customers for sale in California, or cause to be manufactured for distribution or sale to California Customers for sale in California, any Products that are not Reformulated Products.

4. MONETARY PAYMENTS

4.1 Civil Penalties Pursuant to Health & Safety Code § 25249.7(b)

In settlement of all the claims referred to in this Consent Judgment, and as provided below, Defendant Tasco shall pay a sum of up to \$16,000 as civil penalties, on behalf of itself and STIHL. STIHL has no obligation to pay any fine or civil penalty. The civil penalty payment will be allocated in accordance with California Health & Safety Code section 25249.12(c)(1) and (d), with 75% of the funds remitted to the California Office of Environmental Health Hazard Assessment ("OEHHA"), and 25% of the penalty remitted to "Laurence Vinocur, Client Trust Account." The civil penalty payment shall be delivered on the date due as set forth below at the addresses provided below. Tasco shall be liable for payment of simple interest at a rate of 10% for all amounts due and owing that are not received within two business days after the date they are due, if any.

4.1.1 **Initial Civil Penalty**

Within ten (10) business days after the Effective Date, Tasco shall make an initial civil penalty payment of \$6,000. Tasco shall pay the \$6,000 civil penalty in two checks, one for \$4,500 to OEHHA and the other for \$1,500 to "Laurence Vinocur, Client Trust Account," which shall be delivered in accordance with Section 4.4 below.

4.1.2 **Second Civil Penalty**

Within 180 days after the Effective Date, Tasco shall make a second civil penalty payment of \$10,000 unless waived and forever discharged as follows. The second civil penalty payment shall be waived and forever discharged if Tasco provides Plaintiff with certification that, within 30 days after the Effective Date and continuing thereafter, all Covered Products manufactured for sale in California are Reformulated Products. Tasco will not thereafter manufacture for distribution or sale to California Customers for sale in California, or cause to be manufactured for distribution or sale to California Customers any Products that are not Reformulated Products. An officer or other authorized representative of Tasco shall provide Plaintiff with a written certification confirming compliance with this condition within 60 days after the Effective Date. The option to provide a written certification in lieu of making the second civil penalty payment constitutes a material term of this Consent Judgment, and with regard to such term, time is of the essence.

4.2 Reimbursement of Fees and Costs

The Parties acknowledge that Plaintiff and his counsel offered to resolve this dispute without reaching terms on the amount of fees and costs to be reimbursed, thereby leaving the fee issue to be resolved after the material terms of the agreement had been settled. Shortly after the other settlement terms had been finalized, Defendants expressed a desire to resolve Plaintiff's outstanding fees and costs. Under general contract principles and the private attorney general doctrine codified at California Code of Civil Procedure section 1021.5 for all work performed through the mutual execution of this agreement, including the fees and costs incurred as a result of investigating, bringing this matter to Defendants' attention, negotiating a settlement in the public interest, and seeking court approval of this Consent Judgment. On behalf of itself and STIHL, and cognizant of its status as a small family-owned company, Tasco agrees to pay Plaintiff's fees and

1	costs in the amount of \$38,000 in three equal payments on the following schedule: \$12,666,67		
2	within ten (10) business days after the Effective Date, (2) \$12,666,67 within thirty (30) business		
3	days after the first payment, and (3) \$12,666,67 within thirty (30) business days after the second		
4	payment.		
5	4.3 Payment Procedures		
6	4.3.1 Payment Addresses.		
7	(a) All payments owed to Plaintiff and his counsel, pursuant to Sections		
8	4.1 and 4.2 shall be delivered to the following address:		
9	Moscone Emblidge Sater & Otis LLP		
10	Attn: Proposition 65 Coordinator 220 Montgomery Street, Suite 2100		
11	San Francisco, ČA 94104 (b) All payments owed to OEHHA, pursuant to Section 4.1, shall be		
12	delivered directly to OEHHA (Memo line "Prop 65 Penalties") at one of the following addresses, as		
13	appropriate:		
14	For United States Postal Service Delivery:		
15	Mike Gyurics		
16 17	Fiscal Operations Branch Chief Office of Environmental Health Hazard Assessment P.O. Box 4010		
18	Sacramento, CA 95812-4010		
19	For Non-United States Postal Service Delivery or Courier:		
20	Mike Gyurics Fiscal Operations Branch Chief		
21	Office of Environmental Health Hazard Assessment 1001 I Street		
22	Sacramento, CA 95814		
23	4.3.2 Proof of Payment to OEHHA. A copy of each check payable to OEHHA		
24	shall be mailed, simultaneous with payment, to Moscone Emblidge Sater & Otis at the address set		
25	forth in Section 4.3.1(a) above.		
26	4.3.3 Tax Documentation. Defendant Tasco shall provide a separate 1099 form		
27	for each payment required by this Consent Judgment to: (a) Plaintiff, whose address and tax		
28	identification number shall be furnished upon request after this Consent Judgment has been fully		

executed by the Parties; (b) "California Office of Environmental Health Hazard Assessment"; and (c) Moscone Emblidge Sater & Otis LLP, and deliver such form to the payee at the payment addresses provided in Section 4.3.1, above.

5. <u>CLAIMS COVERED AND RELEASED</u>

5.1 Plaintiff's Release of Proposition 65 Claims

Plaintiff, acting on his own behalf and in the public interest, releases Defendants Tasco and STIHL and their respective parents, subsidiaries, affiliated entities under common ownership, directors, officers, agents, employees, attorneys, and each entity to whom Defendants directly or indirectly distribute or sell the Covered Products, or have ever directly or indirectly distributed or sold the Covered Products, including, but not limited to, all downstream distributors, wholesalers, customers, retailers, cooperative members, and licensees, including, but not limited to, STIHL's independent downstream distributors, independent dealers that sell STIHL-branded products, and customers of any kind or type, (collectively, "Releasees"), from all claims alleging violations of Proposition 65 based on unwarned exposures to the Covered Proposition 65 Chemicals in Covered Products manufactured through the Effective Date for distribution or sale in California.

Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 with respect to exposures to the Covered Proposition 65 Chemicals in the Covered Products, as set forth in the Notice, the Supplemental Notice and the Second Supplemental Notice.

5.2 Plaintiff's Individual Releases of Claims

Plaintiff, in his individual capacity only and *not* in any representative capacity, releases Releasees herein, which shall be effective as a full and final accord and satisfaction, as a bar to all actions, causes of action, obligations, costs, expenses, attorneys' fees, damages, losses, claims, liabilities, and demands of any nature, character, or kind, whether known or unknown, suspected or unsuspected, limited to and arising out of alleged or actual exposures to any or all of the Covered Proposition 65 Chemicals in the Covered Products manufacatured through the Effective Date for distribution or sale in California.

5.3 Plaintiff's Section 1542 Waiver

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With respect to the matters covered by this Consent Judgment, Plaintiff acknowledges that he is familiar with Section 1542 of California Civil Code, which provides as follows:

A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS WHICH THE CREDITOR DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE, WHICH IF KNOWN BY HIM OR HER MUST HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT WITH THE DEBTOR.

Plaintiff, in his individual capacity only and *not* in any representative capacity, expressly waives and relinquishes any and all rights and benefits which he may have under, or which may be conferred on him by the provisions of Civil Code Section 1542.

5.4 **Defendants' Release of Plaintiff**

Defendants, on their own behalf, and on behalf of their past and current agents, representatives, attorneys, successors, and assignees, hereby waive any and all claims against Plaintiff and his attorneys and other representatives, through the Effective Date, for any and all actions taken or statements made (or those that could have been taken or made) by Plaintiff and his attorneys and other representatives, whether in the course of investigating claims, otherwise seeking to enforce Proposition 65 against it in this matter, or with respect to the Covered Products.

6. COURT APPROVAL

This Consent Judgment is not effective until it is approved in its entirety and entered by the Court and shall be null and void if, for any reason, it is not approved and entered by the Court within one year after it has been fully executed by all Parties. Plaintiff and Defendants agree to support the entry of this agreement as a Consent Judgment and to obtain approval of the Consent Judgment by the Court in a timely manner. The Parties acknowledge that, pursuant to California Health and Safety Code section 25249.7(f), a noticed motion is required for judicial approval of this Consent Judgment, which motion Plaintiff shall draft and file and Defendants shall support, appearing at the hearing if so requested. If any third-party objection to the motion is filed, Plaintiff and Defendants agree to work together to file a reply and appear at any hearing. This provision is a material component of the Consent Judgment and shall be treated as such in the event of a breach.

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If the Court does not approve the Consent Judgment, the Parties shall meet and confer as to whether to modify the language or appeal the ruling. If the Parties do not jointly agree on a course of action to take, then the case shall proceed in its normal course on the Court's trial calendar. If the Court's approval is ultimately overturned by an appellate court, the Parties shall meet and confer as to whether to modify the terms of this Consent Judgment. If the Parties do not jointly agree on a course of action to take, then the case shall proceed in its normal course on the Court's trial calendar. In the event that this Consent Judgment is entered by the Court and subsequently overturned by any appellate court, any monies that have been provided to OEHHA, Plaintiff or his counsel pursuant to Section 4, above, shall be refunded within 15 days after the appellate decision becomes final.

7. GOVERNING LAW

The terms of this Consent Judgment shall be governed by the laws of the State of California without reference to its conflict of laws provisions. In the event that Proposition 65 is repealed, preempted, or is otherwise rendered inapplicable by reason of law generally, or as to the Covered Products, then Defendants may provide Plaintiff with notice of any asserted change in the law, and shall have no further obligations pursuant to this Consent Judgment with respect to, and to the extent that, the Covered Products are so affected. Nothing in this Consent Judgment shall be interpreted to relieve Defendants from their obligation to comply with any pertinent state or federal law or regulation.

8. NOTICES

Unless specified herein, all correspondence and notices required to be provided pursuant to this Consent Judgment shall be in writing and sent by: (i) personal delivery, (ii) first-class registered or certified mail, return receipt requested; or (iii) a recognized overnight courier to any Party by the other at the following addresses:

1	To Defendant Tasco:	To Plaintiff:	
2	Sean T. Scanlon	Attas Duomosition 65 Coordinator	
3	President, Tasco Corporation	Attn: Proposition 65 Coordinator Moscone Emblidge Sater & Otis LLP	
4	37 Tripps Lane Riverside, Rhode Island 02915	220 Montgomery Street, Suite 2100 San Francisco, CA 94104	
5	Jon L Benjamin, Esq.		
6	Farella, Braun + Martel, LLP		
7	235 Montgomery Street San Francisco, CA 94104		
8			
9	To Defendant STIHL:		
10	Kristian Williams		
11	STIHL Incorporated 536 Viking Drive		
12	Virginia Beach, Virginia 23452		
13	Bethany Gayle Lukitsch, Esq. McGuireWoods LLP800 E. Canal Street		
14	Richmond, VA 23219		
15	Any Party, from time to time, may specify in wri	ting to the other Party a change of address to	
16	which all notices and other communications shall		
17	9. COUNTERPARTS, FACSIMILE AND PDF SIGNATURES		
18		in counterparts and by facsimile or portable	
19			
20	document format (pdf) signature, each of which shall be deemed, and as valid as, an original, and all of which, when taken together, shall constitute one and the same document.		
21	10. COMPLIANCE WITH REPORTING REQUIREMENTS		
22		with the reporting form requirements referenced in	
23	California Health and Safety Code section 25249	1 0 1	
24	11. MODIFICATION	(1).	
25		only: (i) by written agreement of the Parties and	
26		the Court thereon; or (ii) upon a successful motion	
27	of any party and entry of a modified Consent Judgment by the		
28	or any party and entry or a modified Consent Jud	ignient by the Court. Any Farty(s) seeking to	

1	modify this Consent Judgment shall attempt in good faith to meet and confer with the other Party(s		
2	prior to filing a motion to modify the Consent Judgment.		
3	12. <u>AUTHORIZATION</u>		
4	The undersigned are authorized	d to execute this Consent Judgment on behalf of their	
5	respective Parties and have read, unde	rstood, and agree to all of the terms and conditions of this	
6	Consent Judgment.		
7	13. <u>FULL SETTLEMENT</u>		
8	The Parties intend for this Consent Judgment to constitute a full and final settlement of this		
9	matter, and that it should be entered as	s a final judgment.	
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11	AGREED TO:	AGREED TO:	
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13	Xanere -		
14	Plaintiff Laurence Vinocur	Jon A. DiIorio, Vice President Defendant	
15		Tasco Corporation	
16	Dated: _7/9/15		
17		Dated:	
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20	and		
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23	B. Scott Tilley, General Counsel Defendant		
24	STIHL Incorporated		
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26	Dated:		
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1	modify this Consent Judgment shall attempt in good faith to meet and confer with the other Party(s		
2	prior to filing a motion to modify the Consent Judgment.		
3	12.	AUTHORIZATION	
4		The undersigned are authorized to execu	ate this Consent Judgment on behalf of their
5	respective Parties and have read, understood, and agree to all of the terms and conditions of this		nd agree to all of the terms and conditions of this
6	Consent Judgment.		
7	13.	FULL SETTLEMENT	
8	The Parties intend for this Consent Judgment to constitute a full and final settlement of this		ment to constitute a full and final settlement of this
9	matter,	, and that it should be entered as a final ju	idgment.
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15			Tasco Corporation
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23	Defend	tt Tilley, General Counsel lant	
24	STIHL	Incorporated	
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26	Dated:		
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9	matter, and that it should be entered as	s a final judgment.	
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11	AGREED TO:	AGREED TO:	
12			
13	Plaintiff Laurence Vinocur	Jon A. DiIorio, Vice President	
14	Plamuti Laurence vinocui	Defendant Tasco Corporation	
15		rasco Corporation	
16	Dated:	Dated:	
17		Dated.	
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20	and		
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22	BSett Ollx		
23	B. Scott Tilley, General Counsel Defendant		
24	STIHL Incorporated		
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26	Dated:		
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2	The gill	
3	Kristian Williams, Product Information Manager	
4	Kristian Williams, Product Information Manager Defendant STIHL Incorporated	
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6	Dated: 7/15/15	
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